



GRETCHEN WHITMER
GOVERNOR

STATE OF MICHIGAN
DEPARTMENT OF NATURAL RESOURCES
LANSING



DANIEL EICHINGER
DIRECTOR

November 16, 2021

TO: Daniel Eichinger, Director

INFORMATION: Natural Resources Commission

Transaction: Sale of Restrictive Covenant on DNR-Managed Land
Traverse City Management Unit – Kalkaska County
Land Transaction Case #20210083

Sale: 3.81 acres

Sale Price: \$4,000.00

Description: Kalkaska County, Blue Lake Township, T28N, R05W
Section 1: A restrictive covenant to be placed on a 3.81-acre parcel in
the NE 1/4 of the NE 1/4, as more accurately described in the case
file.

PA 240 of 2018: This parcel is north of the Mason-Arenac county line and will result in
no net loss of DNR-managed lands.

Applicant: Shell Western E&P Inc (SWEPI) LP, Houston, Texas

Authority: Natural Resources and Environmental Protection Act, 1994 PA 451,
as amended.

Notice: This item will appear on the Department of Natural Resources
(Department) November 30, 2021, calendar and is eligible for
approval on December 7, 2021.

Acquired: By tax reversion in 1929.

Minerals: No mineral rights will be considered with this sale of land rights.

Comments: The restrictive covenant is desired over a portion of state-owned land
that was the former site of a Shell facility. Soils at this site became
contaminated. Remedial actions have been conducted over many
years and a restrictive covenant is needed to ensure current and
future public safety.

In general terms, the restrictive covenant will prohibit groundwater
use, future building construction, and excavation and intrusive activity
at the site location.

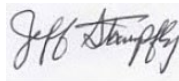
The proposed land rights disposal was recommended for approval as
surplus by the Land Exchange Review Committee on
August 19, 2021.

Proceeds will be deposited into the Land Exchange Facilitation Fund (LEFF). The LEFF allows the Department to sell rights in land and deposit the proceeds in a fund which can then be used to acquire replacement property.

- Recommendations:
1. That the restrictive covenant be sold to the applicant for \$4,000.00.
 2. That the proceeds of the sale be deposited in the LEFF.



James L. Dexter, Chief
Fisheries Division



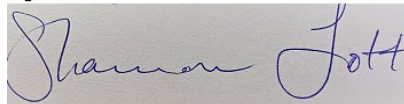
Jeff Stampfly, Chief
Forest Resources Division



Ronald A. Olson, Chief
Parks and Recreation Division



Jared Duquette, Chief
Wildlife Division



Shannon Lott
Natural Resources Deputy



Mark H. Hoffman
Chief Administrative Officer

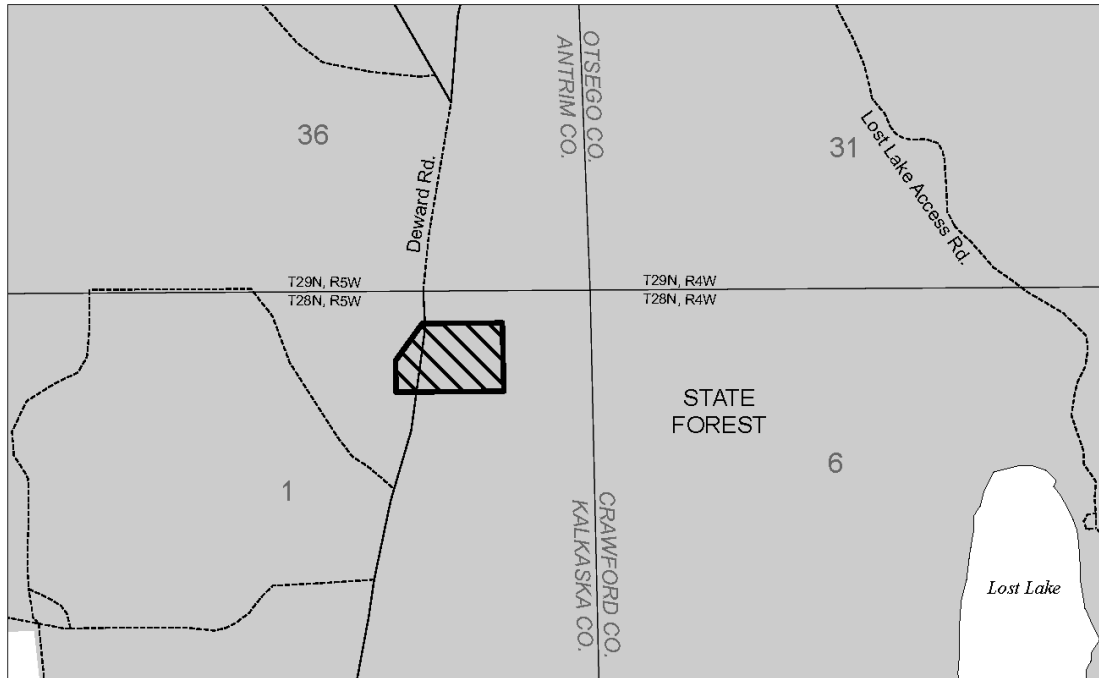
I approve the staff recommendations.

Daniel Eichinger
Director

Date Approved:

RESTRICTIVE COVENANT ON DNR-MANAGED LAND

Traverse City Management Unit - Kalkaska County
Land Transaction Case #20210083



- Restricted covenant on DNR land (3.81 acres)
- State land

